# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

### FISCAL IMPACT STATEMENT

**LS 6325 NOTE PREPARED:** Feb 23, 2005 **BILL NUMBER:** HB 1494 **BILL AMENDED:** Feb 22, 2005

**SUBJECT:** Health Care Moratorium.

FIRST AUTHOR: Rep. Foley

BILL STATUS: CR Adopted - 1st House

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> (Amended) This bill allows the members of a county executive to adopt an ordinance to require approval before certain health care facilities may be built in a county that contains a county hospital. The bill establishes criteria when considering an application for a new health care facility. It prohibits a county executive or county fiscal body member who is a member of the county hospital governing board from voting on an application.

Effective Date: July 1, 2005.

### **Explanation of State Expenditures:**

Explanation of State Revenues: (Revised) State revenues could be impacted to the extent that counties that own county hospitals enact ordinances and subsequently deny approval for construction of projects. State licensure revenues would not be collected for any new beds or ambulatory surgery center facilities that might otherwise be constructed in the absence of a county ordinance. (This would assume that the proposed projects would not relocate outside the county.) Hospital license fees range from \$1,000 to \$5,000. The Department charges a sliding license fee for ambulatory surgical centers based on the number of procedures performed annually, as shown below.

HB 1494+ 1

<b>Total Annual Procedures</b>	
	License Fee
0 - 799	\$ 500
800 - 3,499	\$1,000
3,500 - 6,999	\$2,000
7,000 and above	\$3,000

This bill would not affect the renewal of existing licenses.

## **Explanation of Local Expenditures:**

## **Explanation of Local Revenues:**

<u>State Agencies Affected:</u> Indiana State Department of Health; Family and Social Services Administration, Office of Medicaid Policy and Planning.

**Local Agencies Affected:** County-owned hospitals.

## **Information Sources:**

Fiscal Analyst: Kathy Norris, 317-234-1360.

HB 1494+ 2